State of South Dakota

EIGHTIETH SESSION LEGISLATIVE ASSEMBLY, 2005

554L0450

SENATE BILL NO. 173

Introduced by: Senators Koetzle and Kooistra and Representatives Haley and Cutler

1 FOR AN ACT ENTITLED, An Act to repeal certain provisions regarding the minimum wage 2 for tipped employees. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA: 3 4 Section 1. That § 60-11-3.1 be repealed. 5 60-11-3.1. Any employer of a tipped employee shall pay a cash wage of not less than two 6 dollars and thirteen cents an hour if the employer claims a tip credit against the employer's 7 minimum wage obligation. If an employee's tips combined with the employer's cash wage of not 8 less than two dollars and thirteen cents an hour do not equal the minimum hourly wage, the 9 employer shall make up the difference as additional wages for each regular pay period of the 10 employer. 11 A "tipped employee" is one engaged in an occupation in which the employee customarily 12 and regularly receives more than thirty-five dollars a month in tips or other considerations. 13 This section does not apply to babysitters or outside salesmen.